

FY2020 Mail Processing Cost by Shape (Public Portion)

I. PREFACE

A. Purpose and Content

USPS-FY20-26 provides Mail Processing Unit Costs by Shape for FY 2020 for First-Class Mail, Periodicals, Marketing Mail and Package Services. These costs are provided by cost pool, and include piggyback or indirect costs.

B. Predecessor Document

Docket No. R2006-1, USPS-LR-L-99 and PRC-LR-9; Docket No. ACR 2007, USPS-FY07-26 and Docket No. ACR 2019, USPS-FY19-26 and PRC-LR-ACR2018/8.

C. Corresponding Non-Public Folder

USPS-FY20-NP20 is the corresponding non-public folder, containing mail processing costs by shape for First-Class Package Service, Parcel Select and Parcel Return Services.

D. Methodology

USPS-FY20-26 uses the same costing methodology as USPS-FY19-26 from Docket No. ACR2018.

E. Input/Output

This folder relies on inputs developed in the following: costs in USPS-FY20- 7, Cost Segment 3 Cost Pools and Other Related Information, parts III and VII; volumes developed in USPS-FY20-14, Mail Characteristics Study; mail processing cost pool piggyback factors developed in USPS-FY20-25; and Non-Operational specific piggyback factors developed in USPS-FY20-24.

Mail Processing cost estimates by shape are used to develop Letter Cost Models in USPS-FY20-10, Flat Cost Models in USPS-FY20-11, Marketing Mail Hybrid/Parcel Cost Study in USPS-FY20-12, Drop Ship Cost Avoidances for Periodicals and Marketing Mail in USPS-FY20-13, Parcels Cost Models in USPS-FY20-15, Bound Printed Matter and Parcel Post Transportation Costs/Bulk Parcel Return Service Cost Study in USPS-FY20-16, ECR Mail Processing Unit Costs in USPS-FY20-18, Delivery Cost by Shape in USPS-FY20-19, Window Cost by Shape in USPS-FY20-20, QBRM Costs in USPS-FY20-21, BPM Mail Processing Costs and Parcel Post Window Service Costs in USPS-FY20-22, and Market Dominant NSA Costs in USPS-FY20-30.

II. ORGANIZATION

Mail Processing Costs by Shape are contained in the Microsoft Office Excel workbook shp20prc.xls.